

Submit 1 Copy To Appropriate District Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised July 18, 2013

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-015-37056
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name STALEY STATE
8. Well Number #6
9. OGRID Number 281994
10. Pool name or Wildcat Red Lake, Glorieta-Yeso NE (96836) Red Lake, Queen-Grayburg-San Andres (51300)

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	RECEIVED SEP 24 2013 NMOCD ARTESIA
2. Name of Operator LRE OPERATING, LLC	
3. Address of Operator c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401	

4. Well Location Unit Letter <u>L</u> : <u>1960</u> feet from the <u>South</u> line and <u>990</u> feet from the <u>West</u> line Section <u>30</u> Township <u>17-S</u> Range <u>28-E</u> NMPM <u>Eddy</u> County	11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3593' GL
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12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input checked="" type="checkbox"/>		OTHER: <u>Recompleted to San Andres & DHC</u>	<input checked="" type="checkbox"/>
OTHER: <input type="checkbox"/>			

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work).
SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

On 9/11/13, MIRUSU. TOH w/rods, pump, & tbg. Set 5-1/2" CBP @ 3100' & PT 5-1/2" csg & CBP to 4000 psi-OK. Perfed lower San Andres @ 2696', 2703', 11', 20', 30', 38', 50', 56', 62', 68', 74', 84', 92', 2804', 12', 24', 34', 42', 49', 60', 70', 76', 82', 92', 2900' w/1-0.34" spf. Total 25 holes. On 9/16/13, treated w/2660 gal 15% HCL acid & 38 perf balls. Fraced lower SA w/58,165# 16/30 Arizona & 21,127# 16/30 resin coated sand in 20# X-linked gel.
Set 5-1/2" CBP @ 2660' & PT csg & CBP to 4000 psi-OK. Perfed middle SA @ 2421', 28', 40', 50', 60', 66', 75', 82', 90', 98', 2506', 14', 22', 29', 38', 44', 56', 62', 70', 80', 92', 2600', 08', 14', 20' w/1-0.34" spf. Total 25 holes. Treated perfs w/2567 gal 15% HCL acid & 38 perf balls. Fraced w/57,499# 16/30 Arizona & 22,412# 16/30 resin coated sand in 20# X-linked gel.
Set 5-1/2" CBP @ 2395'. PT CBP & csg to 4000 psi-OK. Perfed upper SA @ 2087', 99', 2112', 20', 30', 38', 48', 60', 70', 79', 90', 96', 2206', 14', 24', 42', 51', 60', 70', 84', 98', 2307', 12', 22', 28', 35', 44', 50', 62', 69', 74', 80' w/1-0.34" spf. Total 32 holes. Treated perfs w/3194 gal 15% HCL acid & 48 perf balls. Fraced w/67,038# 16/30 Arizona & 24,788# 16/30 resin coated sand in 20# X-linked gel.
On 9/17/13, MIRUSU. Drilled CBPs @ 2395', 2660', & 3100' & CO to PBTD4706'. On 9/20/13, landed 2-7/8" 6.5# J-55 tbg @ 4657'. Ran pump & rods. Released completion rig on 9/23/13. Completed well as a commingled San Andres/Yeso oil well as per DHC-4609H.

Spud Date: 1/14/11 Drilling Rig Release Date: 1/28/11

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Mike Pippin TITLE Petroleum Engineer - Agent DATE 9/23/13

Type or print name Mike Pippin E-mail address: mike@pippinllc.com PHONE: 505-327-4573

For State Use Only

APPROVED BY: AR Dade TITLE District Supervisor DATE 9/24/2013
Conditions of Approval (if any):

gm